

FISCAL NOTE

Bill #: SB0275

Title: Act relating to voluntary genetics program, increasing genetics program fee

Primary Sponsor: Schmidt, T.

Status: As Amended in Senate Committee

Sponsor signature

Date

David Ewer, Budget Director

Date

Fiscal Summary

	<u>FY 2006 Difference</u>	<u>FY 2007 Difference</u>
Expenditures:		
General Fund	(\$545,991)	(\$545,928)
State Special Revenue	\$832,794	\$832,794
Other	\$9,164	\$9,164
Revenue:		
General Fund	(\$582,956)	(\$582,956)
State Special Revenue	\$832,794	\$832,794
Net Impact on General Fund Balance:	(\$36,965)	(\$37,028)

- | | |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached | <input checked="" type="checkbox"/> Needs to be included in HB 2 |

Fiscal Analysis

ASSUMPTIONS:

Department of Public Health and Human Services

1. This bill increases fees for individual or group disability or health insurance policies from \$.70 to \$1.00.
2. The State Auditor's Office collected \$582,956 in Genetics Fees for FY 2003 for 832,794 residents. Under current law this is deposited to the general fund.
3. It is estimated that an increase in this fee to \$1.00 would result in a total annual collection of \$832,794, an increase of \$249,838. This money would be deposited to the state special revenue fund provided for in section 3 of this bill.
4. The genetics program is funded at the Department of Public Health and Human Services (DPHHS) with general fund authority of \$545,991 in FY 2006 and \$545,928 in FY 2007. It is assumed that these costs will be funded with state special revenue as provided for in section 3 of this bill.
5. The additional funds collected will be appropriated to DPHHS for the genetics program.
6. Total increased expenditures to the genetics program are estimated to be \$286,803 in FY 2006 and \$286,866 in FY 2007.
 - a. FY 2006 \$832,794 - \$545,991 = \$286,803

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(continued)

b. FY 2007 \$832,794 - \$545,928 = \$286,866

Department of Administration

7. The State Group Health Insurance Plan, which is operated as an Internal Service Fund, insures 30,548 individuals as of February 1, 2005. It is assumed that this count of covered individuals remains constant in future years.
8. The additional genetics fee charged of \$0.30 per covered individual will cost the State Group Health Insurance Plan \$9,164 per year.
9. The fee is paid annually on March 1st.

FISCAL IMPACT:**Department of Public Health and Human Services**

	<u>FY 2006 Difference</u>	<u>FY 2007 Difference</u>
<u>Expenditures:</u>		
Operating Expenses	\$286,803	\$286,866
<u>Funding of Expenditures:</u>		
General Fund (01)	(\$545,991)	(\$545,928)
State Special Revenues (02)	\$832,794	\$832,794
<u>Revenues:</u>		
General Fund (01)	(\$582,956)	(\$582,956)
State Special Revenues (02)	\$832,794	\$832,794

Department of Administration

<u>Expenditures:</u>		
Operating Expenses	\$9,164	\$9,164
<u>Funding of Expenditures:</u>		
Other – State Employee Health Insurance	\$9,164	\$9,164

Total of all agencies

<u>Expenditures:</u>		
Operating Expenses	\$295,967	\$296,030
<u>Funding of Expenditures:</u>		
General Fund (01)	(\$545,991)	(\$545,928)
State Special Revenues (02)	\$832,794	\$832,794
Other – State Employee Health Insurance	<u>\$9,164</u>	<u>\$9,164</u>
TOTAL	\$295,967	\$296,030
<u>Revenues:</u>		
General Fund (01)	(\$582,956)	(\$582,956)
State Special Revenues (02)	\$832,794	\$832,794
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
General Fund (01)	(\$36,965)	(\$37,028)
Other – State Employee Health Insurance	(\$9,164)	(\$9,164)